B. Scott Whipple, OSB #983750 scott@whipplelawoffice.com Whipple Law Office, LLC. 210 SW Morrison Street., Suite 600 Portland, OR 97204 Telephone 503-222-6004 Of Attorneys for Stephen McCullough

# IN THE UNITED STATES DISTRICT COURT FOR THE DISTRICT OF OREGON

AMERICAN EVENTS, INC., an Oregon corporation, d.b.a The Materials Show,

Plaintiff.

VS.

RELX, INC., a Delaware Corporation dba REED EXHIBITIONS and RX; RX GLOBAL, INC., a Delaware Corporation; PERFORMANCE DAYS; STEPHEN McCULLOUGH, an individual; and JOHN JOSEF, an individual,

Defendants.

No. 22-cv-01649-YY

STEPHEN MCCULLOUGH'S ANSWER AND AFFIRMATIVE DEFENSES TO AMENDED COMPLAINT AND COUNTERCLAIM

DEMAND FOR JURY TRIAL

Defendant Stephen McCullough ("McCullough") answers the Amended Complaint ("Complaint") of American Events, Inc. ("Plaintiff") as follows:

The first sentence of Paragraph 1 of the Complaint is a self-serving statement that contains no allegations and no response is required. To the extent a response is required, McCullough denies the allegations contained in Paragraph 1 of the Complaint.

The second sentence of Paragraph 1 of the Complaint contain allegations directed towards both defendant John Josef ("Josef") and McCullough. With respect to the allegations directed towards Josef, McCullough lacks knowledge or information sufficient to form a belief about the truth of the allegations and on that basis denies them. Whit respect to the allegations directed at McCullough, McCullough denies them.

2.

McCullough lacks knowledge or information sufficient to form a belief about the truth of the allegations contained in Paragraph 2 of the Complaint and on that basis denies them.

3.

McCullough admits the allegations contained in Paragraph 3 of the Complaint.

4.

McCullough lacks knowledge or information sufficient to form a belief about the truth of the allegations contained in Paragraph 4 of the Complaint and on that basis denies them.

5.

McCullough lacks knowledge or information sufficient to form a belief about the truth of the allegations contained in Paragraph 5 of the Complaint and on that basis denies them.

6.

McCullough admits the allegations contained in Paragraph 6 of the Complaint.

McCullough lacks knowledge or information sufficient to form a belief about the truth of the allegations contained in Paragraph 7 of the Complaint and on that basis denies them.

8.

The allegations in Paragraph 8 contain legal conclusions to which no response is required.

9.

McCullough admits that Plaintiff conducts shows for footwear materials and sourcing and is in the business of connecting footwear material suppliers with footwear manufacturers. Except as specifically admitted above, McCullough denies the allegations contained in Paragraph 9 of the Complaint.

10.

McCullough lacks knowledge or information sufficient to form a belief about the truth of the allegations contained in Paragraph 10 of the Complaint and on that basis denies them.

11.

McCullough lacks knowledge or information sufficient to form a belief about the truth of the allegations contained in Paragraph 11 of the Complaint and on that basis denies them.

12.

McCullough lacks knowledge or information sufficient to form a belief about the truth of the allegations contained in Paragraph 12 of the Complaint and on that basis denies them.

McCullough lacks knowledge or information sufficient to form a belief about the truth of the allegations contained in Paragraph 13 of the Complaint and on that basis denies them.

14.

McCullough admits that in the past that Plaintiff has conducted multiple shows. With respect to the remaining allegations contained in Paragraph 14 of the Complaint, McCullough lacks knowledge or information sufficient to form a belief about the truth of the allegations and on that basis denies them.

15.

McCullough lacks knowledge or information sufficient to form a belief about the truth of the allegations contained in Paragraph 15 of the Complaint and on that basis denies them.

16.

The allegations in Paragraph 16 contain legal conclusions to which no response is required. To the extent a response is required, McCullough denies the allegations contained in Paragraph 16 of the Complaint.

17.

McCullough lacks knowledge or information sufficient to form a belief about the truth of the allegations contained in Paragraph 17 of the Complaint and on that basis denies them.

18.

McCullough denies the allegations contained in Paragraph 18 of the Complaint.

McCullough admits that he is not a buyer or vendor of footwear materials. Except as specifically admitted, McCullough denies the allegations contained in Paragraph 19 of the Complaint.

20.

McCullough admits that in 2019 that Hisham Muhareb asked him to leave a public area of the Oregon Convention Center. Except as specifically admitted, McCullough denies the allegations contained in Paragraph 20 of the Complaint.

21.

McCullough admits that he received an email stating that he was not welcome to attend the 2019 The Materials Show. Except as specifically admitted, McCullough denies the allegations contained in Paragraph 21 of the Complaint.

22.

The allegations in Paragraph 22 are directed to other defendants and no response is required. To the extent a response is required, McCullough is without knowledge or information sufficient to form a belief as to the truth of those allegations and on that basis denies them.

23.

The allegations in Paragraph 23 are directed to other defendants and no response is required. To the extent a response is required, McCullough is without knowledge or information sufficient to form a belief as to the truth of those allegations and on that basis denies them.

24.

The allegations in Paragraph 24 are directed to other defendants and no response is required. To the extent a response is required, McCullough is without knowledge or

information sufficient to form a belief as to the truth of those allegations and on that basis denies them.

25.

The allegations in Paragraph 25 are directed to other defendants and no response is required. To the extent a response is required, McCullough is without knowledge or information sufficient to form a belief as to the truth of those allegations and on that basis denies them.

26.

McCullough admits that on October 26-27, 2022, RELX Inc. held a Functional Fabric Fair at the Oregon Convention Center. Except as specifically admitted, McCullough denies the allegations contained in Paragraph 26 of the Complaint.

27.

McCullough admits that it held a Functional Fabric Fair in 2019 geared towards apparel sports materials. Except as specifically admitted, McCullough denies the allegations contained in Paragraph 27 of the Complaint.

28.

McCullough denies the allegations contained in Paragraph 28 of the Complaint.

29.

McCullough admits that RELX Inc.'s October 26-27 Functional Fabric Fair was successful. Except as specifically admitted, McCullough denies the allegations contained in Paragraph 29 of the Complaint.

30.

McCullough admits that as of October 4, 2022, 180 exhibitors were expected to attend the October 26-27, 2022, Functional Fabric Fair. Except as specifically admitted, McCullough denies the allegations contained in Paragraph 30 of the Complaint.

McCullough is without knowledge or information sufficient to form a belief as to the truth of those allegations contained in Paragraph 31 of the Complaint and on that basis denies them.

32.

McCullough admits the allegations contained in Paragraph 32 of the Complaint.

33.

The cease-and-desist letter speaks for itself and no response is required. To the extent a response is required, McCullough denies engaging in or aiding or abetting the solicitation of Plaintiff's customers and exhibitors using Plaintiff's trade secret lists, proprietary data or other confidential information.

34.

The cease-and-desist letter speaks for itself and no response is required. To the extent a response is required, McCullough denies he made any harassing phone calls or emails to Plaintiff's vendors, buyers or industry professionals.

35.

The cease-and-desist letter speaks for itself and no response is required. To the extent a response is required, McCullough denies he took any of Plaintiff's materials.

36.

McCullough admits the allegations contained in Paragraph 36 of the Complaint.

37.

The September 2022 emails from Ms. Young speak for themselves and no response is required.

38.

The September 9, 2022, email from Ms. Young speaks for itself and no response is required.

McCullough denies ever entering any of Plaintiff's shows and admits that RELX, Inc. has instructed not to enter any of Plaintiff's future shows.

40.

McCullough denies the allegations contained in Paragraph 40 of the Complaint.

41.

McCullough denies the allegations contained in Paragraph 41 of the Complaint.

42.

McCullough denies the allegations contained in Paragraph 42 of the Complaint.

43.

McCullough admits and denies the respective allegations in Paragraphs 1-42 as set forth above.

44.

McCullough denies the allegations contained in Paragraph 44 of the Complaint.

45.

McCullough admits and denies the respective allegations in Paragraphs 1-42 as set forth above.

46.

The allegations contained in Paragraph 46 of the Complaint contain legal conclusions to which no response is required.

47.

McCullough is without knowledge or information sufficient to form a belief as to the truth of those allegations contained in Paragraph 47 of the Complaint and on that basis denies them.

McCullough denies the allegations contained in Paragraph 48 of the Complaint.

49.

McCullough denies the allegations contained in Paragraph 49 of the Complaint.

50.

McCullough denies the allegations contained in Paragraph 50 of the Complaint.

51.

McCullough denies the allegations contained in Paragraph 51 of the Complaint.

52.

McCullough admits and denies the respective allegations in Paragraphs 1-42 as set forth above.

53.

McCullough denies the allegations contained in Paragraph 53 of the Complaint.

54.

McCullough denies the allegations contained in Paragraph 54 of the Complaint.

55.

McCullough denies the allegations contained in Paragraph 55 of the Complaint.

56.

McCullough admits and denies the respective allegations in Paragraphs 1-42 as set forth above.

57.

McCullough is without knowledge or information sufficient to form a belief as to the truth of those allegations contained in Paragraph 57 of the Complaint and on that basis denies them.

58.

McCullough denies the allegations contained in Paragraph 58 of the Complaint.

McCullough denies the allegations contained in Paragraph 59 of the Complaint 60.

McCullough denies the allegations contained in Paragraph 60 of the Complaint.

61.

McCullough denies the allegations contained in Paragraph 61 of the Complaint 62.

McCullough admits and denies the respective allegations in Paragraphs 1-42 as set forth above.

63.

Plaintiff's terms and conditions speak for themselves and no response is required.

64.

McCullough denies the allegations contained in Paragraph 64 of the Complaint.

65.

McCullough denies the allegations contained in Paragraph 65 of the Complaint

66.

Except as expressly admitted above, McCullough denies each and every allegation in the Complaint and the whole thereof, denies that he has engaged in any wrongdoing, denies that he owes Plaintiff any moneys whatsoever and denies that Plaintiff is entitled to injunctive relief, any damages, any costs or attorney fees or other relief from Jordan.

## **AFFIRMATIVE DEFENSES**

## FIRST AFFIRMATIVE DEFENSE

(Failure to State a Claim)

67.

The Complaint fails to state a claim upon which relief can be granted.

## **SECOND AFFIRMATIVE DEFENSE**

(Waiver)

68.

Plaintiff, by its words or conduct, have waived the claims brought in the Complaint.

## THIRD AFFIRMATIVE DEFENSE

(Estoppel)

69.

Plaintiffs, as a result of its own words or conduct, is estopped from bringing the claims brought in the Complaint.

#### **FOURTH AFFIRMATIVE DEFENSE**

(No Misappropriation)

70.

McCullough did not acquire or use any of Plaintiff's trade secrets.

## FIFTH AFFIRMATIVE DEFENSE

(Memory)

71.

It is not unlawful for McCullough to use his memory during the course of his employment.

## SIXTH AFFIRMATIVE DEFENSE

(No Improper Purpose or Improper Means)

72.

McCullough did not compete with Plaintiff through improper means or for an improper purpose.

#### SEVENTH AFFIRMATIVE DEFENSE

(Business Competitor Privilege)

73.

RELX Inc. has a business competitor privilege to compete with Plaintiff.

## **EIGHTH AFFIRMATIVE DEFENSE**

(Good Faith Lack of Knowledge)

74.

McCullough did not know, and, in the exercise of reasonable care, could not have known of the existence of facts under which any Defendant could be held liable to Plaintiff.

75.

Due to his good faith lack of knowledge regarding the existence of any facts under which any Defendant could be held liable to Plaintiff, McCullough cannot be held liable to Plaintiffs.

## **NINTH AFFIRMATIVE DEFENSE**

(Plaintiff's Own Negligence)

76.

Plaintiff's damages, if any, were caused in whole or in part by its own negligence. Accordingly, McCullough cannot be held liable for Plaintiff's losses.

#### TENTH AFFIRMATIVE DEFENSE

(Failure to Mitigate Damages)

77.

Plaintiff has failed to mitigate its damages and McCullough should not be held liable for damages which Plaintiff could have avoided.

## **ELEVENTH AFFIRMATIVE DEFENSE**

(Remote and Speculative Damages)

78.

Plaintiff's alleged damages are too remote and speculative to support a claim for relief, and Plaintiff's claims should therefore be dismissed.

#### TWELVTH AFFIRMATIVE DEFENSE

(Alternate Causation)

79.

Plaintiff's losses, if any, were caused by market conditions existing in the relevant markets and not by any actions of any Defendants.

#### INCORPORATION OF ADDITIONAL AFFIRMATIVE DEFENSES

80.

McCullough hereby incorporates the affirmative defenses of all other defendants in this action.

## **FIRST COUNTERCLAIM**

(Attorney Fees)

81.

Plaintiff made its claim of misappropriation against McCullough without evidence and in bad faith.

82.

The Court should award McCullough his reasonable attorney fees pursuant to ORS 646.467(1).

WHEREFORE, McCullough respectfully requests that the Court award the following relief:

- a. Dismiss the Complaint in its entirety, with prejudice, and enter judgment in favor of McCullough as to each of Plaintiff's claims for relief against him;
- b. Award McCullough his reasonable attorney fees;
- c. Award McCullough his costs and disbursements incurred herein; and
- d. Award McCullough such other and further relief as this Court deems just and proper

DATED this 28th day of November, 2022.

Respectfully submitted,

Whipple Law Office, LLC.

By:

B. Scott Whipple
B. Scott Whipple, OSB #983750

Telephone 503-222-6004

Of Attorneys for Stephen McCullough

#### **CERTIFICATE OF SERVICE**

I hereby certify that on the 28<sup>th</sup> day of November, 2022, I served the foregoing STEPHEN MCCULLOUGH'S ANSWER AND AFFIRMATIVE DEFENSES TO AMENDED COMPLAINT AND COUNTERCLAIM on:

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DATED this 28<sup>th</sup> day of November, 2022.

B. Scott Whipple
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